

Present:	<u>Board Members</u>	Michele Bush (via telephone) John Casey Thomas Hoffman Daniel Hynes Fred Montgomery (via telephone) Heather D. Parish
	<u>Staff</u>	William Atwood Emily Reid Linsey Schoemehl Katherine Spinato
Absent:	<u>Board Member</u>	James Clayborne Alexi Giannoulas

ROLL CALL

Vice Chairman Casey called the meeting to order at 2:05 p.m. The Secretary called the role and noted that a quorum was present. Judge Hoffman moved to approve telephone participation by Board Member Michele Bush. Mr. Montgomery seconded and the motion passed unanimously.

COMMUNICATIONS

None.

ELECTION OF OFFICERS

Vice Chairman Casey stated that Ronald Powell had resigned from the Board and that an Election of Officers was in order.

The Vice Chairman called for nominations for the office of Chairman. Judge Hoffman moved to nominate John Casey, Chairman; Fred Montgomery, Vice Chairman; and Michele Bush, Member at Large to the Executive Committee. Ms. Parish seconded and the motion passed unanimously.

There being no further nominations, Judge Hoffman moved to close the nominations. Comptroller Hynes seconded and the motion passed unanimously.

SECUTITIES LITIGATION

Ms. Reid distributed written material outlining potential class action securities litigation. Following detailed discussion, Mr. Montgomery moved to approve proceeding with the litigation as outlined by Ms. Reid, pending approval of the Attorney General's office. Ms. Bush seconded and the motion passed unanimously. (Official minutes contain attachment.)

DEFERRED COMPENSATION HARDSHIP APPEALS

Director Atwood stated that the Board had received six Deferred Compensation Hardship Appeals and referred to Ms. Schoemehl to review. Ms. Schoemehl reviewed the following appeals and recommendations:

Doris Mills – recommend approval of a hardship distribution of \$16,000 upon the condition that the Chapter 13 Trustee has not yet auctioned off the retrofitted vehicle.

Eddie Schaffer – recommend upholding the Hardship Committee's decision and deny request.

Mary Evans – recommend upholding the Hardship Committee’s decision and deny request.

Steve Samuel – recommend approval of a partial hardship distribution of \$2,800.

Demetrious Monroe – recommend upholding the Hardship Committee’s decision and deny request.

John D. Alshuler – recommend approval of a hardship distribution of \$245,000.

Following review and discussion, Ms. Parish moved to approve the recommendations of the Hearing Officer, as outlined above. Judge Hoffman seconded and the motion passed unanimously. (Official minutes contain attachments.)

UNFINISHED BUSINESS

None.

NEW BUSINESS

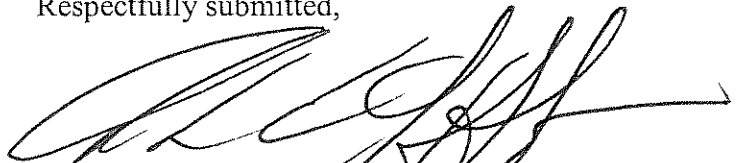
None.

NEXT MEETING AND ADJOURNMENT

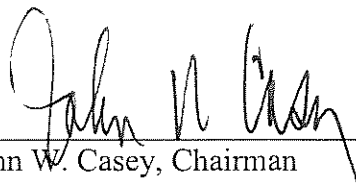
Chairman Casey stated that the next meetings of the Audit & Compliance Committee and Board were scheduled to be held Friday, September 24, 2010 at 8:30 a.m. and 8:45 a.m., respectively.

At 2:50 p.m., there being no further business to come before the committee, Ms. Parish moved to adjourn. Judge Hoffman seconded and the motion passed unanimously.

Respectfully submitted,



Thomas E. Hoffman, Recording Secretary
Illinois State Board of Investment



John W. Casey, Chairman
Illinois State Board of Investment